

AN ORDINANCE BY

COMMUNITY DEVELOPMENT/HUMAN RESOURCE COMMITTEE 05-0 -0479

AN ORDINANCE AMENDING THE 2005 (INTERGOVERNMENTAL GRANT FUND) BUDGET BY ADDING TO ANTICIPATIONS AND APPROPRIATIONS AN AMOUNT OF ONE HUNDRED TWENTY FOUR THOUSAND DOLLARS (\$124,000.00) REPRESENTING A SPECIAL COST ADJUSTMENT AMOUNT FOR THE EDGEWOOD CENTER BUDGET WHICH WAS AUTHORIZED BY THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD) FOR THE CITY OF ATLANTA SECTION 8 MODERATE REHABILITATION PROGRAM FOR SINGLE ROOM OCCUPANCY (SRO); AND FOR OTHER PURPOSES.

WHEREAS, the Section 8 Moderate Rehabilitation Program for Single Room Occupancy (SRO) is a rental subsidy program benefiting very low-income individuals; and

WHEREAS, the City of Atlanta (City) has administered this program and awarded a ten (10) year contract May 1995 to the Edgewood Center Limited Partnership to house 46 homeless individuals with HIV or AIDS and estimated the accumulative ten-year Housing Assistance Payments (HAP) to be \$1,718,179.00; and

WHEREAS, the original ten (10) year contract for the Edgewood Center will expire in May, 2005; and

WHEREAS, it has been determined that due to inflation and increased operational cost over the years, a budget adjustment is necessary in order to continue making the HAP payments through the end of the contract;

WHEREAS, the City has requested an one year contract renewal from HUD to extend the Edgewood Center contract; and

WHEREAS, in order to operate this facility until the contract renewal takes effect, a special cost adjustment was requested from HUD to cover the rental payments and administrative cost that are associated with this project through May 2005; and

WHEREAS, HUD has given the City approval to receive a special cost adjustment of one hundred twenty four thousand dollars and no cents (\$124,000.00); and

WHEREAS, the Budget Commission of the City of Atlanta has recommended increasing estimated receipts in the 2005 (Intergovernmental Grant Fund) Budget by \$124,000.00.

THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF ATLANTA, GEORGIA, AS FOLLOWS:

SECTION 1: That the 2005 (Intergovernmental Grant Fund) Budget Department of Planning and Community Development be and is hereby amended as follows:

ADD TO ANTICIPATIONS

1B02 J46X0210BBC0	HUD Section 8 Annual Contributions Contract Numbers GA269SRO0005/1	
631101	Federal Grant Entitlements	\$124,000.00

ADD TO APPROPRIATIONS

1B02 Y46P0215BBC0	HUD Section 8 Annual Contributions Contract Number GA269SRO0005/1	
71****	Personal Expense	\$ 16,621.00
729002	Service Grants	\$ <u>107,379.00</u>
	TOTAL	\$124,000.00

SECTION 2: That all ordinances and parts of ordinances in conflict herewith be and the same are hereby repealed.

Legislative White Paper

Committee of Purview: Community Development/Human Resource Committee

Caption

AN ORDINANCE AMENDING THE 2005 (INTERGOVERNMENTAL GRANT FUND) BUDGET BY ADDING TO ANTICIPATIONS AND APPROPRIATIONS AN AMOUNT OF ONE HUNDRED TWENTY FOUR THOUSAND DOLLARS (\$124,000.00) REPRESENTING A SPECIAL COST ADJUSTMENT AMOUNT FOR THE EDGEWOOD CENTER BUDGET WHICH WAS AUTHORIZED BY THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD) FOR THE CITY OF ATLANTA SECTION 8 MODERATE REHABILITATION PROGRAM FOR SINGLE ROOM OCCUPANCY (SRO); AND FOR OTHER PURPOSES.

Council Meeting Date: March 21, 2005: April 18, 2005

Legislation Title: An Ordinance Amending the 2005 (Intergovernmental Grant Fund) Budget to receive \$124,000.00 from HUD to cover rental subsidies and administrative fees for the Edgewood Center until May, 2005.

Requesting Dept.: Planning and Community Development

Contract Type: N/A

Source Selection: N/A

Bids/Proposals Due: N/A

Invitations Issued: N/A

**Number of Bids/
Proposals Received: N/A**

Bidders/Proponents: N/A

Justification Statement: HUD will provide \$124,000.00 (special cost adjustments) to the City to help defray the increase in operating costs of the Edgewood Center that houses 46 individuals living with HIV or AIDS.

Background: The original 10 year Section 8 contract for the Edgewood Center will expire in May, 2005. A renewal contract is being processed currently by HUD. In order to pay expenses until the new contract is in place, HUD will provide \$124,000.00 in federal funds to cover rental payments and administrative costs associated with this project.

Fund Account Center: 1B02 529002 Y46P0215BBC0

Source of Funds: Section 8 funding from the U.S. Department of Housing and Urban Development

Fiscal Impact: No impact to the General Fund.

Term of Contract: N/A

Method of Cost Recovery: Section 8 funds from HUD

Approvals:

DOF: Sebrina Hightower, Grant Accounting

DOL: Saul Schultz, Law

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